

SOUTH UTAH VALLEY ELECTRIC SERVICE DISTRICT

DISTRICT

2007-2008  
YEAR

## CERTIFICATION OF BUDGET

### ADOPTION OF BUDGET INFORMATION:

In compliance with Title 17A, Part 4 of the Utah Code, I, the undersigned, certify that the attached budget document is a true and correct copy of the budget of SOUTH UTAH VALLEY ELECTRIC SERVICE DISTRICT for the fiscal year ending JUNE 30, 2008, as approved and adopted by resolution on JUNE 12, 2007. A public hearing, which met the requirements of the Utah Code, section (indicate which):

☒ 17A-1-412 and 413, (applicable to entities who are adopting a budget prior to beginning of the fiscal year)

☐ 59-2-918 and 919, (applicable to entities who have budgeted a tax rate increase)

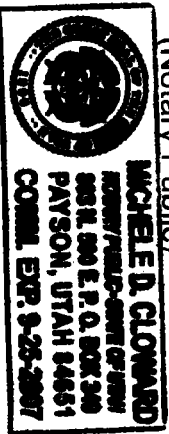
was held on JUNE 12, 2007

Subscribed and sworn to this 24

day of Sept, 2007

Michelle D. Leonard

(Notary Public)



Signed:

Mary Ann Pearce  
Budget Officer

## DISTRICT

## for the year ended

**ENTERPRISE FUND**Page 2

# South Utah Valley Electric Service District

## DRAFT OPERATING BUDGET FISCAL YEAR ENDING 6/30/2008

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ACCT. NO.	DESCRIPTION	FOOT NOTES	2008 BUDGET	2008 %	2007 BUDGET	2008-2007 VARIANCE	2007 ANNUALIZED	2006 ACTUAL
<b>** POWER REVENUE **</b>								
400.415	MATERIALS & LABOR SALES		300,000	4.8%	150,000	150,000	289,513	321,209
400.440	RESIDENTIAL SALES	1	3,600,000	57.5%	3,378,000	222,000	3,450,568	3,050,758
400.441	IRRIGATION SALES		220,000	3.5%	220,000	0	182,747	183,315
400.442	COMMERCIAL SALES		850,000	13.6%	830,000	20,000	841,996	737,745
400.443	INDUSTRIAL SALES		200,000	3.2%	220,000	-20,000	159,144	163,675
400.444	PUBLIC STREET & HWY LIGHTING		0	0.0%	0	0	0	0
400.448	PROCESSING FEES		60,000	1.0%	40,000	20,000	120,232	75,660
400.449	INTEREST INCOME		50,000	0.8%	50,000	0	69,449	51,344
400.450	LATE CHARGE REVENUE		15,000	0.2%	15,000	0	13,031	14,336
400.451	MISC SERVICE REVENUE		40,000	0.6%	40,000	0	42,815	44,716
400.452	PROPERTY RENTAL REVENUE		11,000	0.2%	11,000	0	11,088	11,088
400.454	TEMPORARY RENTALS		7,000	0.1%	7,000	0	5,831	6,400
400.456	OTHER REVENUE & DISC EARNED		6,000	0.1%	8,000	-2,000	6,256	7,776
400.457	IMPACT FEES (RESTRICTED CASH)		300,000	4.8%	150,000	150,000	633,127	394,162
400.463	POWER PURCHASE COST ADJ		0	0.0%	0	0	0	349,104
400.464	CITY ANNEXATION FEES		0	0.0%	56,865	-56,865	93,167	56,865
400.466	CONSTRUCTION REVENUES		600,000	9.6%	300,000	300,000	887,318	737,633
<b>TOTAL POWER REVENUE</b>			<b>6,259,000</b>	<b>100.0%</b>	<b>5,475,865</b>	<b>783,135</b>	<b>6,806,283</b>	<b>6,205,786</b>
<b>** POWER EXPENSES **</b>								
401.539	POWER PURCHASE SWUA	2	600,000	10.9%	700,000	-100,000	674,696	764,067
401.556	POWER PURCHASE UAMPS	2	2,520,000	45.7%	2,268,000	252,000	2,003,606	1,969,013
401.557	RESOURCE MANAGEMENT		7,000	0.1%	8,000	-1,000	10,143	7,149
<b>TOTAL POWER EXPENSES</b>			<b>3,127,000</b>	<b>56.6%</b>	<b>2,976,000</b>	<b>151,000</b>	<b>2,688,445</b>	<b>2,740,228</b>
<b>** TRANSMISSION **</b>								
401.560	WHEELING EXPENSE		10,000	0.2%	10,000	0	11,029	10,138
401.566	TRANSFORMATION EXPENSE		105,000	1.9%	105,000	0	80,664	102,588
<b>TOTAL TRANSMISSION EXPENSES</b>			<b>115,000</b>	<b>2.1%</b>	<b>115,000</b>	<b>0</b>	<b>91,692</b>	<b>112,726</b>
<b>** DISTRIBUTION **</b>								
401.580	OPERATION SUPERVISION EXPENSES		35,000	0.6%	30,000	5,000	33,186	31,304
401.582	LINE & STATION LABOR		2,000	0.0%	5,000	-3,000	0	30
401.583	LINE & STATION SUPPLIES		10,000	0.2%	20,000	-10,000	4,936	8,263
401.584	BLUE STAKE EXPENSES		30,000	0.5%	25,000	5,000	30,315	25,555
401.585	STREET LIGHTING & SIGNAL SYSTEMS		2,500	0.0%	2,000	500	2,639	2,287
401.586	METER EXPENSES		500	0.0%	500	0	10	259
401.587	CUSTOMER INSTALLATION EXPENSE		15,000	0.3%	8,000	7,000	15,334	10,156
401.588	MISC. DISTRIBUTION EXPENSE		1,000	0.1%	4,000	0	1,494	4,023
401.589	RENTS (RIGHT OF WAY USE)		500	0.0%	500	0	451	358
<b>TOTAL DISTRIBUTION EXPENSES</b>			<b>99,500</b>	<b>1.8%</b>	<b>95,000</b>	<b>4,500</b>	<b>88,365</b>	<b>82,236</b>
<b>** CUSTOMER SERVICE **</b>								
401.902	METER READING LABOR		45,000	0.9%	42,000	6,000	38,744	36,002
401.903	ACCOUNTING & COLLECTING EXPENSES		24,000	0.4%	22,000	2,000	22,714	23,301
401.904	UNCOLLECTABLE ACCOUNTS		10,000	0.2%	20,000	-10,000	2,485	2,079
401.905	SUPPLIES & EXPENSES		25,000	0.5%	25,000	0	25,499	24,492
<b>TOTAL CUSTOMER SERVICE EXPENSES</b>			<b>104,000</b>	<b>1.9%</b>	<b>109,000</b>	<b>-2,000</b>	<b>89,442</b>	<b>85,873</b>

Approved 6/12/2007  
Mary Ann James

ACCT. NO.	DESCRIPTION	FOOT NOTES	2008 BUDGET	2008 %	2007 BUDGET	2008-2007 VARIANCE	2007 ANNUALIZED	2006 ACTUAL
<b>** ADMINISTRATIVE &amp; GENERAL **</b>								
401.919	GENERAL OVERHEAD ALLOCATION		0	0.0%	0	0	0	0
401.920	ADMIN. & ENGINEERING EXPENSES		190,000	3.4%	190,000	0	140,737	156,168
401.921	OFFICE SUPPLIES		60,000	1.1%	60,000	0	55,445	55,520
401.923	PROFESSIONAL FEES		70,000	1.3%	70,000	0	56,280	68,686
401.924	PROPERTY & LIABILITY INSURANCE		22,000	0.8%	22,000	0	39,886	39,891
401.925	INJURIES & DAMAGES		3,000	0.1%	3,000	0	5,503	5,653
401.926	EMPLOYEE BENEFITS		200,000	3.6%	200,000	0	180,706	187,857
401.927	EMPLOYEE PENSION PLAN		85,000	1.5%	85,000	0	78,377	78,523
401.928	REGULATORY COMMISSION EXPENSES		14,000	0.3%	14,000	0	11,808	11,808
401.929	PUBLIC RELATIONS		5,000	0.1%	5,000	0	2,427	2,454
401.930	MISC. GENERAL EXPENSES		500	0.0%	500	0	0	0
401.932	MEAL EXPENSES		4,000	0.1%	4,000	0	3,682	3,450
401.933	TRAVEL EXPENSES		16,000	0.3%	16,000	0	13,583	14,167
401.934	TOOLS, SHOP & GARAGE EQUIP.		15,000	0.3%	12,000	3,000	13,920	11,100
401.935	SAFETY EQUIPMENT & SUPPLIES		15,000	0.3%	15,000	0	10,870	14,007
401.936	TRUSTEE FEES		18,000	0.3%	18,000	0	15,413	14,873
401.937	TELEPHONE & RADIO EXPENSE		15,000	0.3%	15,000	0	11,293	13,742
401.938	INVENTORY CONTROL		18,000	0.3%	18,000	0	18,895	17,377
401.942	DISPATCHING EXPENSE		7,000	0.1%	7,000	0	7,151	5,207
401.940	SUVPS MEETINGS		3,000	0.1%	1,500	1,500	1,115	1,178
401.941	SICK PAY		10,000	0.2%	10,000	0	6,546	8,903
401.943	BOND INTEREST		165,000	3.0%	165,000	0	169,694	169,694
401.944	BOND EXPENSE		2,500	0.0%	2,500	0	2,500	2,500
401.945	EMPLOYEE EDUCATION & TRAINING		22,000	0.4%	22,000	0	18,616	19,207
401.947	INTEREST EXP (LTD)		40,000	0.7%	40,000	0	10,231	21,476
401.948	INTEREST EXP (CUST DEPOSITS)		500	0.0%	500	0	258	260
401.953	GENERAL PLANT RENT		0	0.0%	0	0	-1,274	0
401.955	INVENTORY ROUNDING DIFF.		0	0.0%	0	0	0	0
401.956	STATE INDUSTRIAL INSURANCE		10,000	0.2%	10,000	0	2,596	382
TOTAL ADMIN. & GEN EXPENSES			1,040,500	18.87%	1,036,000	4,500	876,259	924,384
<b>** MAINTENANCE **</b>								
402.570	SUBSTATION MAINTENANCE		30,000	0.5%	38,000	-8,000	20,178	23,242
402.591	DISTRIBUTION LINE & STRUCTURES		100,000	1.8%	100,000	0	112,975	102,680
402.595	LINE TRANSFORMERS		5,000	0.1%	5,000	0	4,083	8,084
402.596	STREET LIGHTS & SIGNALS		500	0.0%	500	0	89	89
402.597	METER MAINTENANCE		22,000	0.4%	15,000	7,000	18,993	14,796
402.598	MISC. DISTRIBUTION PLANT		20,000	0.4%	20,000	0	17,207	17,559
402.932	GENERAL PLANT		34,000	0.6%	34,000	0	31,900	34,404
402.934	MISC. POWER TRUCKS & EQUIP. MAINT.		2,000	0.0%	2,000	0	1,191	1,020
TOTAL MAINTENANCE EXPENSES			213,500	3.9%	214,500	-1,000	206,616	201,873
<b>** DEPRECIATION **</b>								
403.552	TRANSMISSION DEPREC EXPENSE		48,000	0.9%	48,000	0	39,436	36,686
403.571	DISTRIBUTION DEPREC. EXPENSE		348,000	6.3%	336,000	12,000	325,448	325,448
403.934	GENERAL PLANT DEPREC. EXPENSE		156,000	2.8%	132,000	24,000	174,450	141,450
TOTAL DEPRECIATION EXPENSE			552,000	9.1%	516,000	36,000	539,334	503,584
405.006	AMORTIZED BOND & DEBT COSTS		30,000	0.5%	30,000	0	28,345	28,347
408.615	PROPERTY TAX EXPENSE		0	0.0%	0	0	0	0
408.714	PAYROLL TAXES		30,000	0.5%	30,000	0	20,689	21,491
TOTAL TAXES			30,000	0.5%	30,000	0	20,689	21,491
416.000	COST OF JOB & CONTRACT WORK		200,000	3.6%	100,000	100,000	231,547	128,448
416.001	LOSS ON ASSET RETIREMENTS		0	0.0%	0	0	559	559
SEVERANCE COST (ANNEX EXPENSES)			0		0			241
416.009	ALLOCATED COSTS		0		0		-98,328	-98,328
TOTAL EXPENSES			5,514,500	99.0%	5,221,500	293,000	4,762,966	4,731,661
SURPLUS (DEFICIT)			744,500		254,365	490,135	2,043,317	1,474,124
PRINCIPAL REPAYMENT (BOND & ZIONS)			-242,846		-241,977		-228,697	-235,299
IMPACT FEE RESERVE			-300,000		0		-204,000	-394,162
CAPITAL ADDITIONS IN EXCESS OF DEPRECIATION			0		0			0
NET SURPLUS (DEFICIT)			201,654		12,388		1,610,620	844,663

**Assumptions:**

1 Residential Power Revenues Increased by 2.5% growth

2 Power Purchase expense

12,000,000 kwh from SWUA @ 50 mils

600,000

40,000,000 kwh from UAMPS @ 63 mils

2,520,000